

Stock Index Performance

Index	Week	YTD	12-mo.	2017	5-yr.
Dow Jones Industrial Avg. (25,219)	4.36%	2.37%	25.20%	28.11%	15.30%
S&P 500 (2,732)	4.37%	2.45%	18.71%	21.82%	14.79%
NASDAQ 100 (6,771)	5.65%	6.04%	29.14%	32.99%	21.11%
S&P 500 Growth	4.99%	4.73%	25.44%	27.43%	16.77%
S&P 500 Value	3.71%	0.06%	11.28%	15.35%	12.45%
S&P MidCap 400 Growth	4.71%	1.94%	16.27%	19.91%	13.46%
S&P MidCap 400 Value	4.22%	-1.67%	6.35%	12.30%	12.15%
S&P SmallCap 600 Growth	4.40%	1.55%	12.89%	14.71%	14.77%
S&P SmallCap 600 Value	4.35%	-0.13%	9.81%	11.43%	13.60%
MSCI EAFE	4.27%	1.35%	21.13%	25.03%	7.37%
MSCI World (ex US)	4.41%	1.54%	21.94%	27.19%	6.49%
MSCI World	4.31%	1.80%	18.61%	22.40%	10.89%
MSCI Emerging Markets	5.03%	3.69%	29.73%	37.28%	4.86%
S&P GSCI	3.28%	-0.04%	6.61%	5.77%	-12.86%

Source: Bloomberg. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 2/16/18. An index cannot be purchased directly by investors. Past performance is no guarantee of future results.

S&P Sector Performance

Index	Week	YTD	12-mo.	2017	5-yr.
Consumer Discretionary	3.94%	6.31%	23.13%	22.98%	17.38%
Consumer Staples	3.47%	-2.45%	5.76%	13.49%	11.02%
Energy	2.15%	-5.59%	-2.06%	-1.01%	-0.05%
Financials	4.73%	3.84%	20.47%	22.14%	17.14%
Health Care	4.07%	3.42%	18.18%	22.08%	16.42%
Industrials	4.71%	2.05%	17.39%	21.01%	15.28%
Information Technology	5.90%	5.78%	34.57%	38.83%	21.51%
Materials	3.55%	0.05%	17.33%	23.84%	11.18%
Real Estate	1.97%	-6.82%	1.37%	10.85%	4.79%
Telecom Services	2.42%	-3.06%	0.09%	-1.25%	6.32%
Utilities	3.21%	-4.84%	4.61%	12.11%	10.37%

Source: Bloomberg. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 2/16/18. An index cannot be purchased directly by investors. Past performance is no guarantee of future results.

Bond Index Performance

Index	Week	YTD	12-mo.	2017	5-yr.
U.S. Treasury: Intermediate	-0.33%	-1.32%	-0.38%	1.14%	0.72%
GNMA 30 Year	-0.16%	-1.92%	-0.06%	1.87%	1.43%
U.S. Aggregate	-0.21%	-2.12%	1.04%	3.54%	1.79%
U.S. Corporate High Yield	0.80%	-0.48%	4.68%	7.51%	5.39%
U.S. Corporate Investment Grade	-0.22%	-2.50%	3.16%	6.42%	3.13%
Municipal Bond: Long Bond (22+)	-0.16%	-2.23%	5.32%	8.19%	3.70%
Global Aggregate	1.01%	1.01%	7.54%	7.40%	1.39%

Source: Bloomberg Barclays. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 2/16/18. An index cannot be purchased directly by investors. Past performance is no guarantee of future results.

Key Rates

Fed Funds	1.25-1.50%	5-yr CD	2.28%
LIBOR (1-month)	1.59%	2-yr T-Note	2.19%
CPI - Headline	2.10%	5-yr T-Note	2.63%
CPI - Core	1.80%	10-yr T-Note	2.88%
Money Market Accts.	0.83%	30-yr T-Bond	3.13%
Prime Money Funds	1.00%	30-yr Mortgage Refinance	4.28%
1-yr CD	1.91%	Prime Rate	4.50%
3-yr CD	1.90%	Bond Buyer 40	4.00%

Sources: Bankrate.com, Barron's and Bloomberg. The rate shown for Prime Money Funds is as of 2/14/18. All other rates are as of 2/16/18.

Market Indicators

As of 2/16/18

TED Spread	29 bps
Investment Grade Spread (A2)	108 bps
ML High Yield Master II Index Spread	350 bps

Source: Bloomberg.

Weekly Fund Flows

Estimated Flows to Long-Term Mutual Funds for the Week Ended 2/7/18

	Current Week	Previous
Domestic Equity	-\$15.176 Billion	-\$4.806 Billion
Foreign Equity	\$307 Million	\$2.622 Billion
Taxable Bond	\$6.460 Billion	\$4.654 Billion
Municipal Bond	-\$687 Million	\$1.891 Billion

Change in Money Market Fund Assets for the Week Ended 2/14/18

	Current Week	Previous
Retail	\$2.86 Billion	\$12.23 Billion
Institutional	-\$0.87 Billion	\$15.41 Billion

Source: Investment Company Institute.

Factoids for the week of February 12, 2018

Monday, February 12, 2018

Moody's reported that its global speculative-grade default rate stood at 2.8% in January, according to its own release. Moody's sees the rate falling to 1.7% by December 2018. Moody's puts the historical average default rate at 4.2% since 1983. The U.S. speculative-grade default rate stood at 3.2% in January. It sees the U.S. rate falling to 2.2% by December 2018. The default rate on senior loans stood at 1.83% in January, according to S&P Global Market Intelligence.

Tuesday, February 13, 2018

On average, the bottom-up earnings per share (EPS) estimate for the S&P 500 Index from Wall Street analysts usually decreases during the first month of a quarter, according to FactSet. Over the past ten years (40 quarters), the bottom-up EPS estimate posted an average decline of 2.5% in that first month. In January 2018, however, analysts increased their Q1 estimate for the index by 4.9%, from \$34.36 to \$36.04. That is the largest increase in the bottom-up EPS estimate over the first month of a quarter since FactSet began tracking such data in 2002. With respect to sectors, the biggest adjustments were in Energy ( 20.3%) and Financials ( 10.8%).

Wednesday, February 14, 2018

The National Retail Federation (NRF) estimates that Americans will spend \$19.6 billion to celebrate Valentine's Day, up 7.7% from the \$18.2 billion spent last year, according to its own release. The NRF noted that the \$19.7 billion spent in 2016 is the all-time high. The average consumer is expected to spend \$143.56. Consumers plan to spend the most on jewelry (\$4.7 billion), an evening out (\$3.7 billion), flowers (\$2.0 billion), clothing (\$1.9 billion) and gift cards/gift certificates (\$1.5 billion).

Thursday, February 15, 2018

There are currently 11,097 analyst ratings on the stocks that comprise the S&P 500 Index, or an average of 22 ratings per stock, according to Bespoke Investment Group. There are 5,701 buy ratings, 546 sell ratings and 4,850 hold ratings. Energy has the highest number of analyst ratings per stock at 29.6, followed by Telecommunication Services at 29.0 and Information Technology at 25.7.

Friday, February 16, 2018

RealPage, an apartment management software and data company, reported that apartment completions in the 150 largest U.S. cities totaled 395,775 units in 2017, up 46% from 2016's unit count and more than double the long-term average, according to CNBC. Luxury, upscale buildings accounted for 75-80% of the new supply.

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